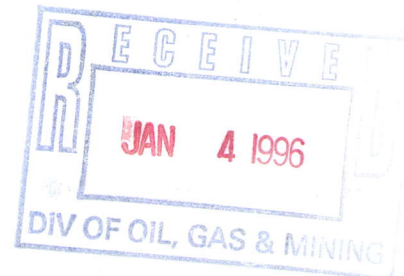


STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
Telephone: (801) 538-5340
Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 1/95 To (mo./yr.) 12/95
 2. DOGM File Number (Mine No): S 1047/035
 3. Mine Name: ITM MINE
 4. Mineral(s) Mined (or permitted to mine): GILSONITE
 5. Type of mine ☐ Surface Mine or ☒ Underground Mine
 6. Legal Description (Location of Lands Affected):
1/4, 1/4, Section 25, Township 10 S, Range 20 E
1/4, 1/4, Section , Township , Range
1/4, 1/4, Section , Township , Range
 7. Name of Operator or Company: LEXCO INC
 8. Permanent Street Address : 582 NORTH VERNAL AVE / P.O. Box 1198
City, State, Zip: VERNAL, UTAH 84078
Phone: 801 789-5361
 9. Company Representative (or designated operator):
Name: JAMES M. LEXAS
Title: PRESIDENT
Business Address: P.O. Box 1198
City, State, Zip: VERNAL, UTAH 84078
Phone: 801 789-5361
- ☐ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was the mine active during the past year? Yes ☒ No ☐
2. If active, how much ore or mineral was mined? 2819.41 TON

3. How much **additional acreage** was disturbed during the past year? 0
4. Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.
NO SURFACE ACTIVITY
5. How much acreage was **reclaimed** during the past year? 0 NONE
6. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
NONE
7. What is the total **disturbed acreage** at years end? LESS THAN 2 ACRES
8. Briefly summarize any mining and/or reclamation plans for the upcoming year.
UNDERGROUND MINING
NO SURFACE ACTIVITY

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

Title of Operator:

Signature of Operator:

Date:

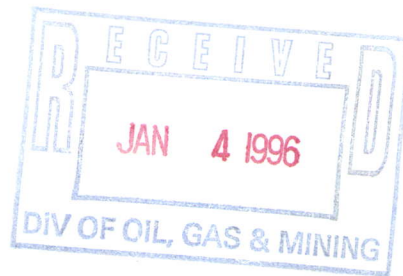
JAMES M. AEXAS
PRESIDENT
[Signature]
JANUARY ~~31, 1995~~ 3, 1996

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LEXCO

A Utah Corporation

Mining and Mineral Exploration
P.O. Box 1198
582 North Vernal Avenue
Vernal, Utah 84078
801 789-5361



January 03, 1995

Mr. D. Wayne Hedberg
Permit Supervisor
Utah State Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Dear Mr. Hedberg:

Enclosed please find the annual report form for the ITM Mine #S/047/035 as requested by your office.

Should you have any questions regarding this report please contact me.

Sincerely,

James M. Lexas
Lexco, Inc.

jl
enclosure